



Revitalizing the Economy Through Transportation Investments

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North Carolina Legislative Committee
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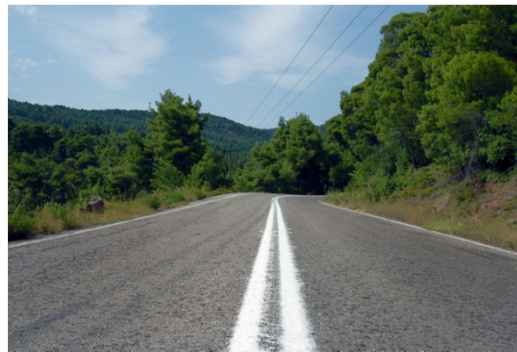
Transportation Investment Grows the Economy

Short Run Impacts

- Increase Demand
- Jobs
- Output
- Wages
- Value Added

Long Run Benefits

- GDP Growth
- Increase Competitiveness
- Productivity Gains
- Raise Standard of Living
- Grow Income & Profits



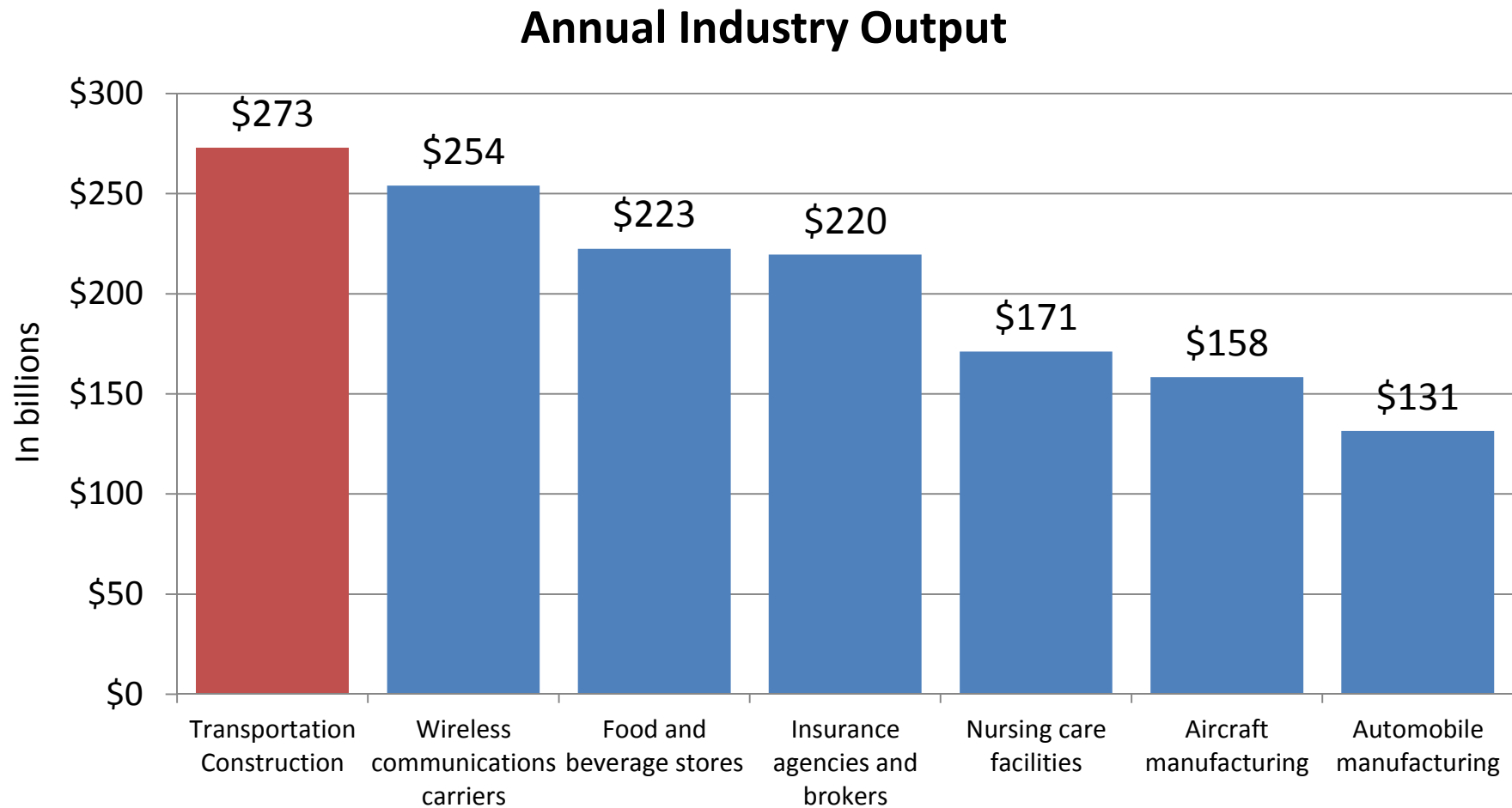
Economic Impact of U.S. Transportation Construction

Public and private
transportation
construction and
maintenance
investment in the U.S.
was over \$273 billion
in 2015



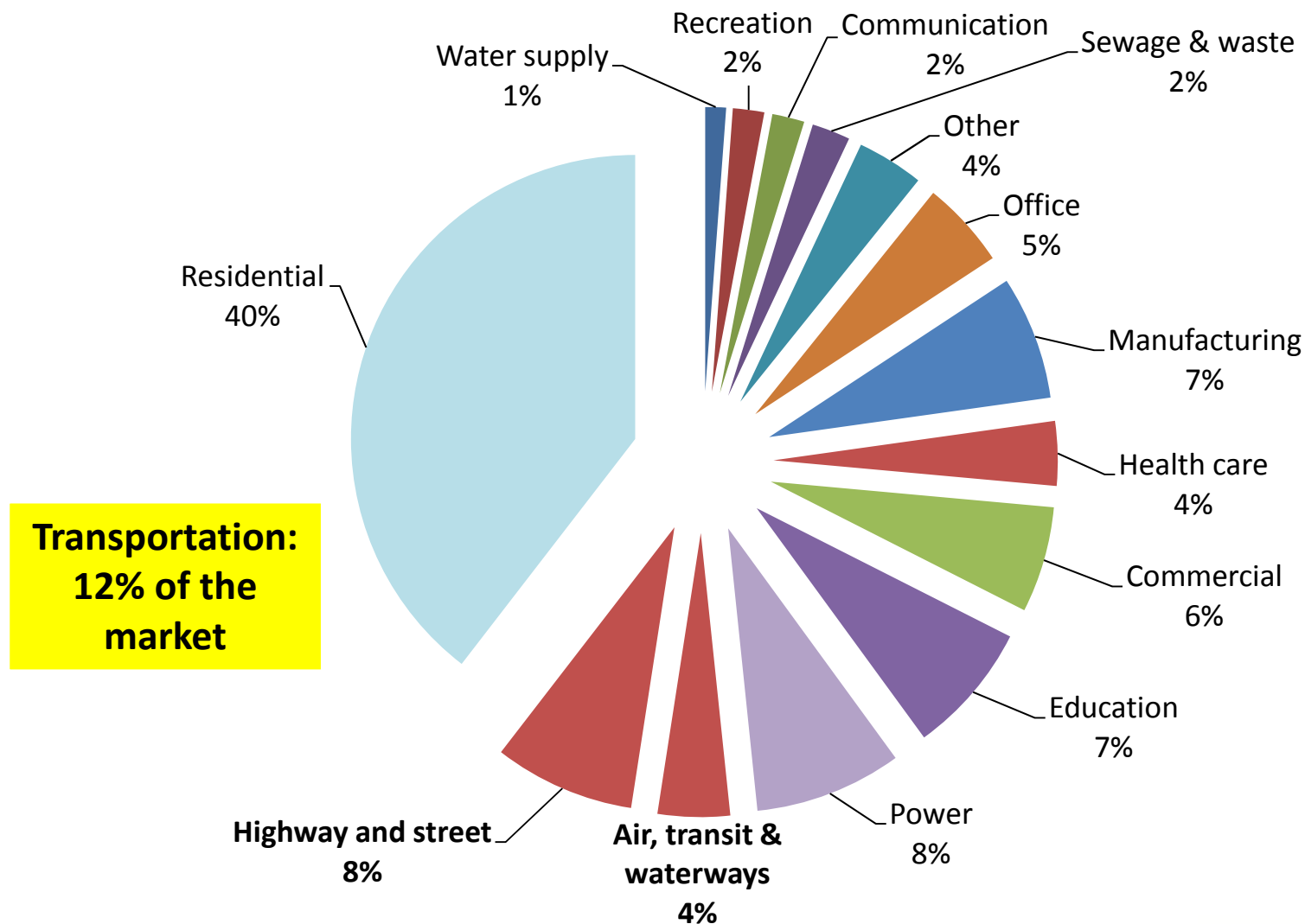
Source: ARTBA 2015 U.S. Transportation Construction Profile

Economic Impact of U.S. Transportation Construction



Source: U.S. Bureau of Economic Analysis, ARTBA calculations

Transportation – 2nd largest construction sector



Source: Census Bureau, Value of Construction Put in Place, 2015 annual data.

Economic Impact of U.S. Transportation Construction

Transportation
construction generates
\$508 billion in total
annual economic
activity ... across the
entire U.S. economy



Economic Impact of U.S. Transportation Construction

Transportation
construction
contributes
\$254 billion
to U.S. GDP

... accounting for
1.6% of total GDP

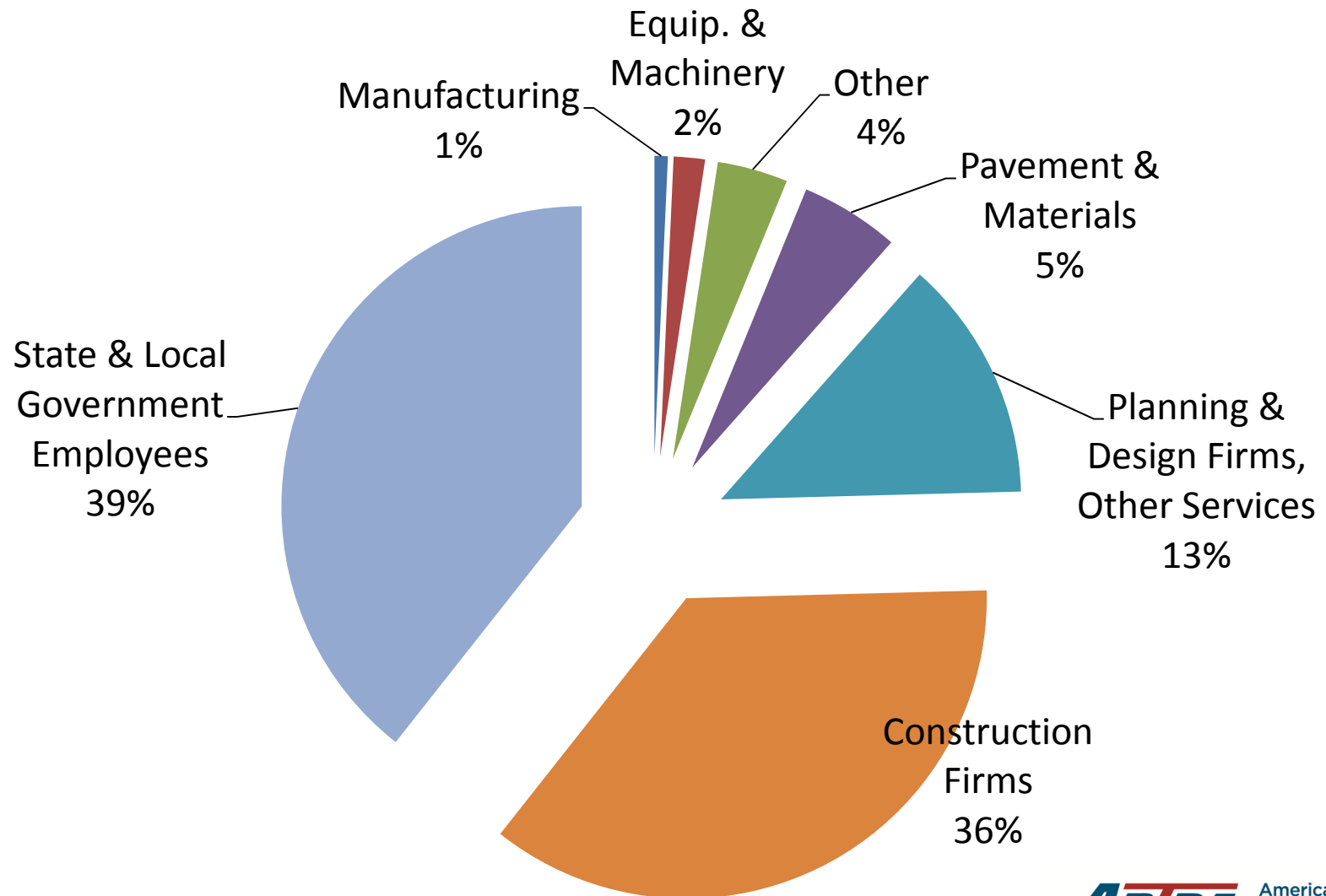


Economic Impact of U.S. Transportation Construction

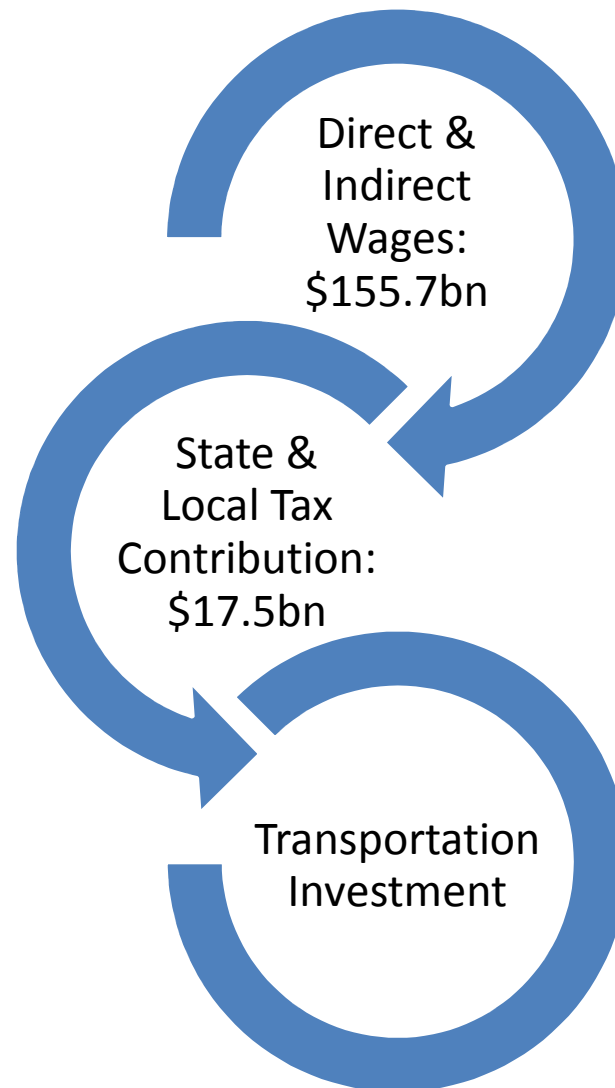
Transportation
Construction
supports
4 million
American jobs



Direct Employment Supported by Transportation Const.



Wage & Tax Impacts of Transportation Construction



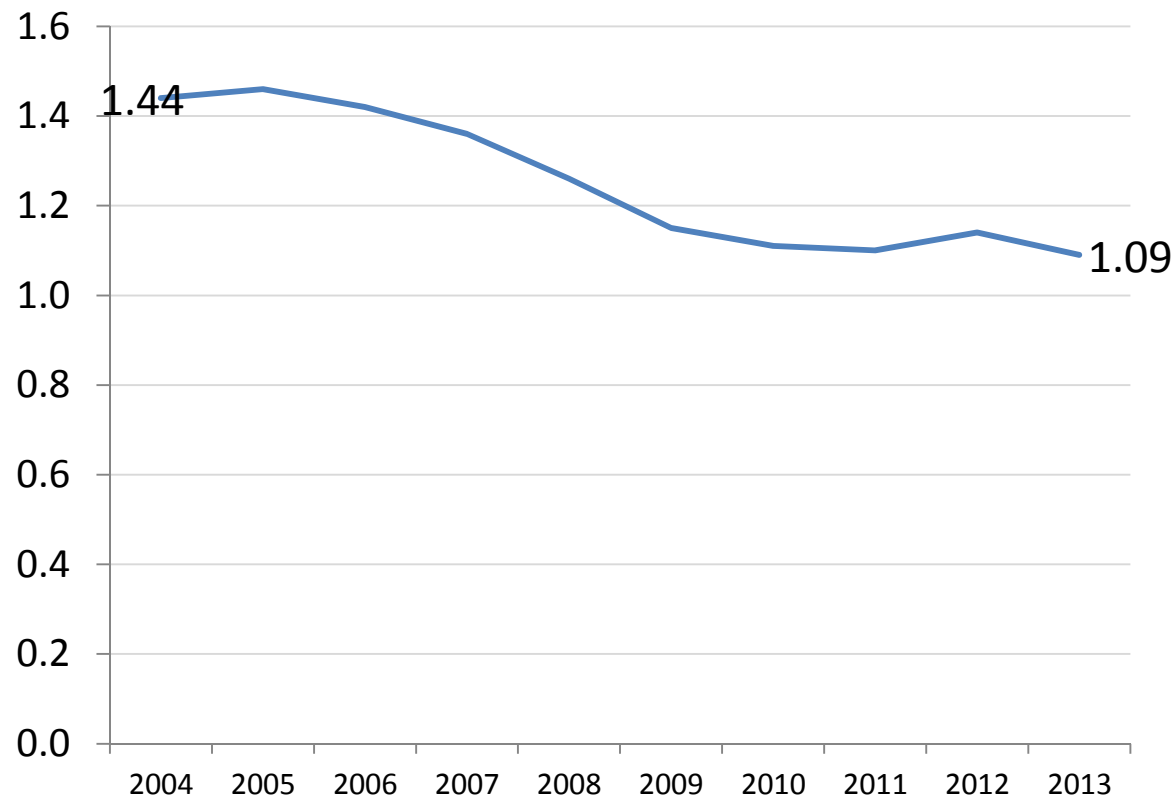
Additional Employment Impacts

Over 63 million jobs in tourism, manufacturing, agriculture, mining, retailing and other industries are dependent on our infrastructure network.



Transportation Investment Improves Safety

U.S. Highway fatalities per 100 million VMT



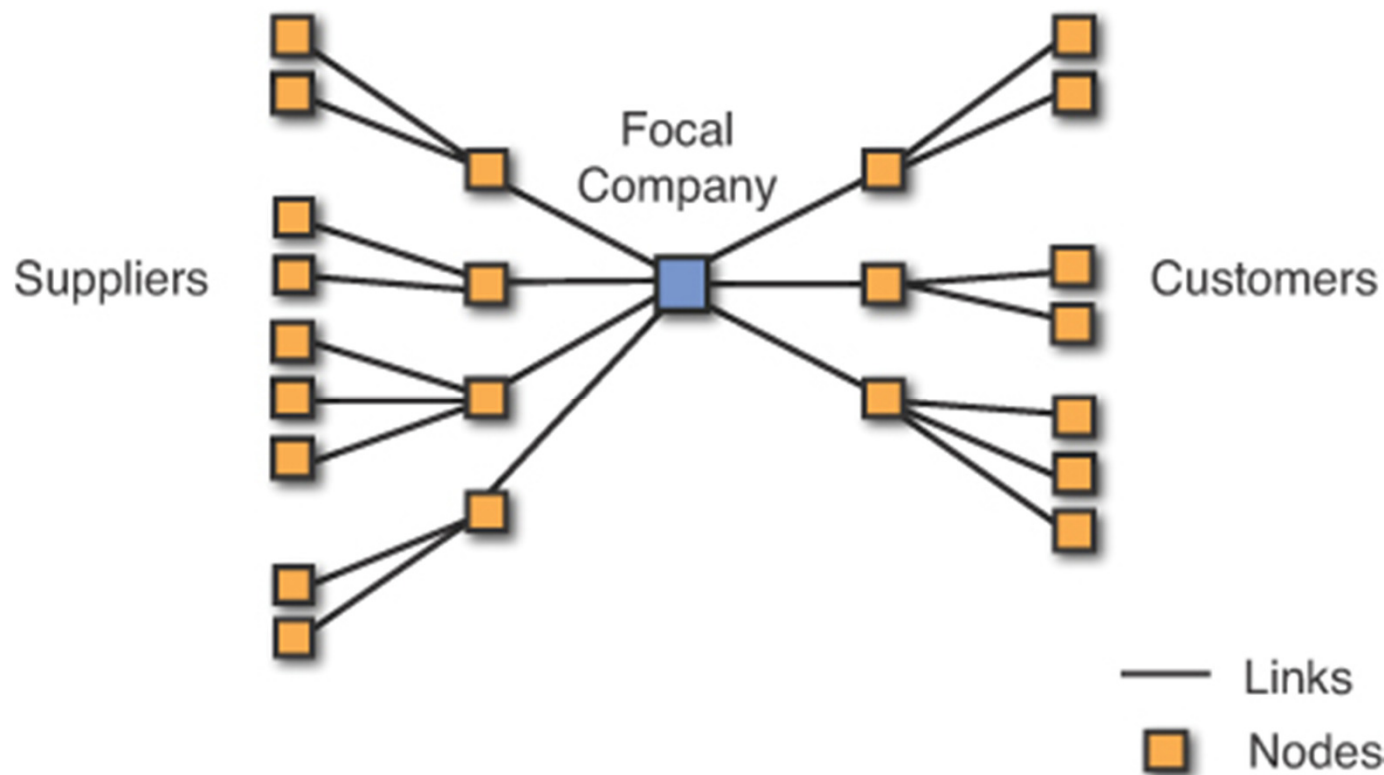
**About 2/3 of
highway fatalities
due to roadway
conditions and
related factors**

Source: NHTSA, PIRE "On a Crash Course: The Dangers and Health Costs of Deficient Roadways"

Transportation Investment - Long Run Benefits

- Creates tangible assets that are long-lived
- Access to jobs
- Market access for businesses
- Reduced operating and production costs
- Agglomeration Economies

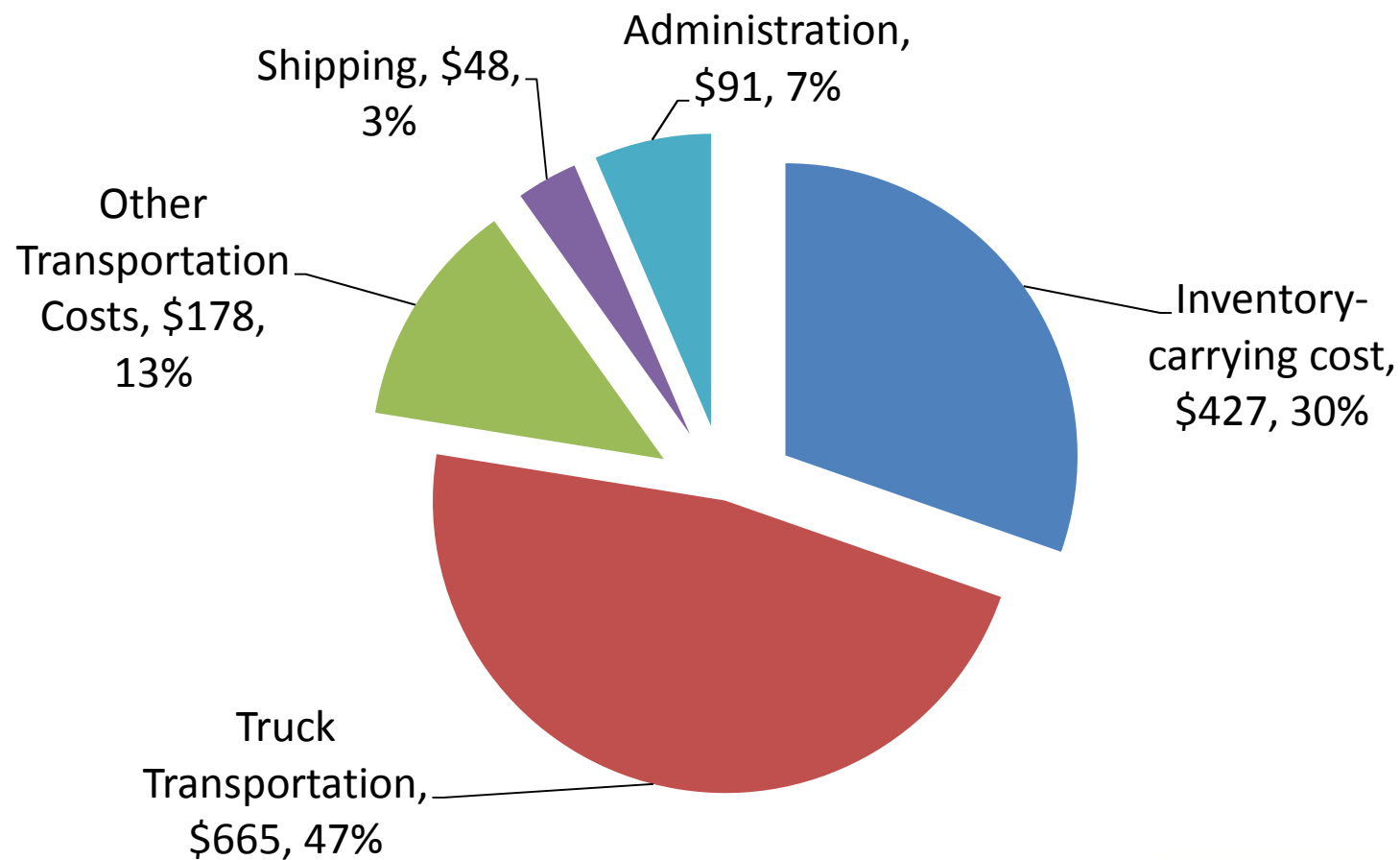
Benefits for Businesses, Employees and Consumers



Source: Definitive Guide to Transportation, The Principles, Strategies and Decisions for the Effective Flow of Goods, FT Press

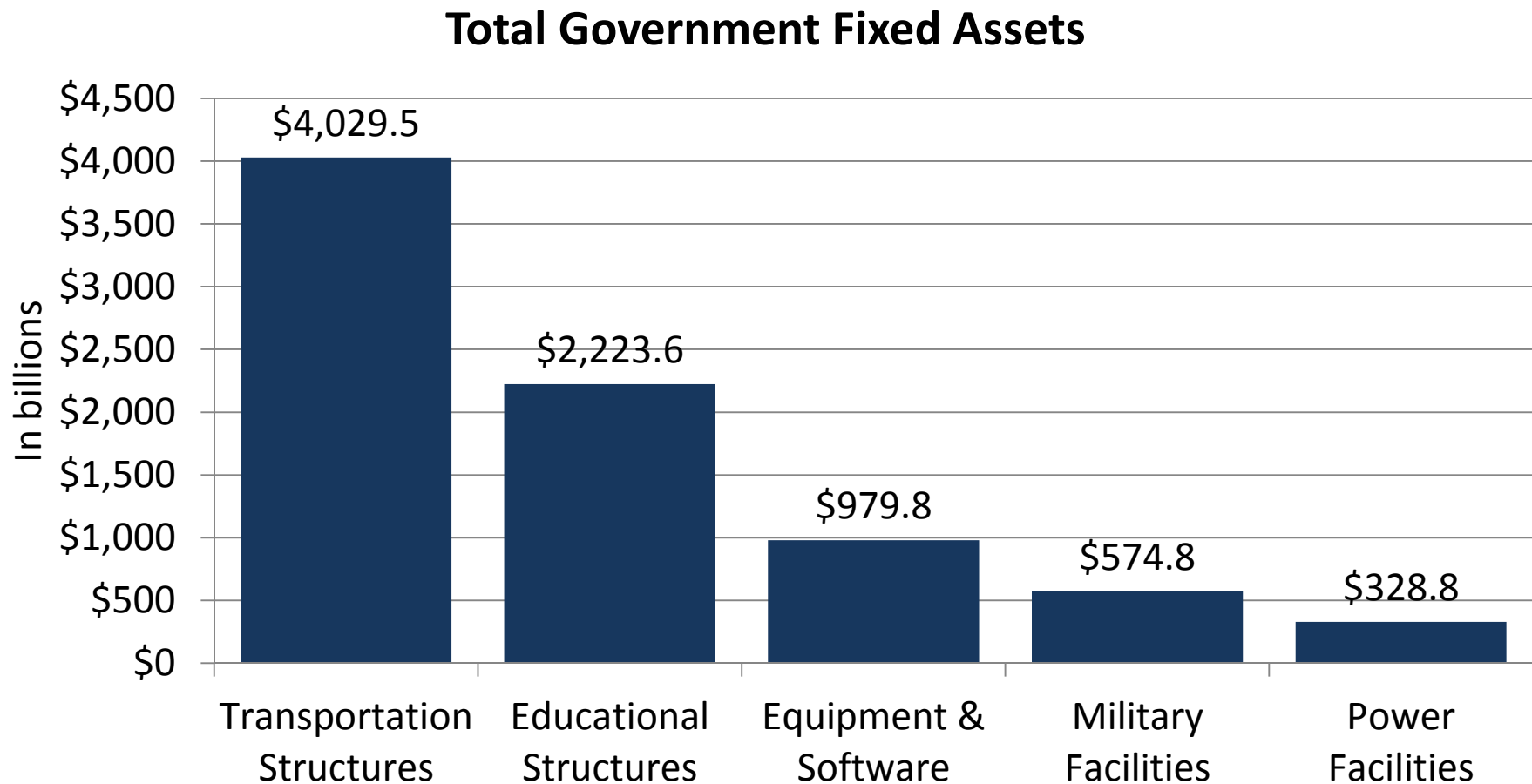
U.S. Businesses Spend \$1.4 trillion on Logistics

U.S. Logistics Costs 2015, in billions



Source: *The 27th Annual State of Logistics Report*, CSCMP 2016

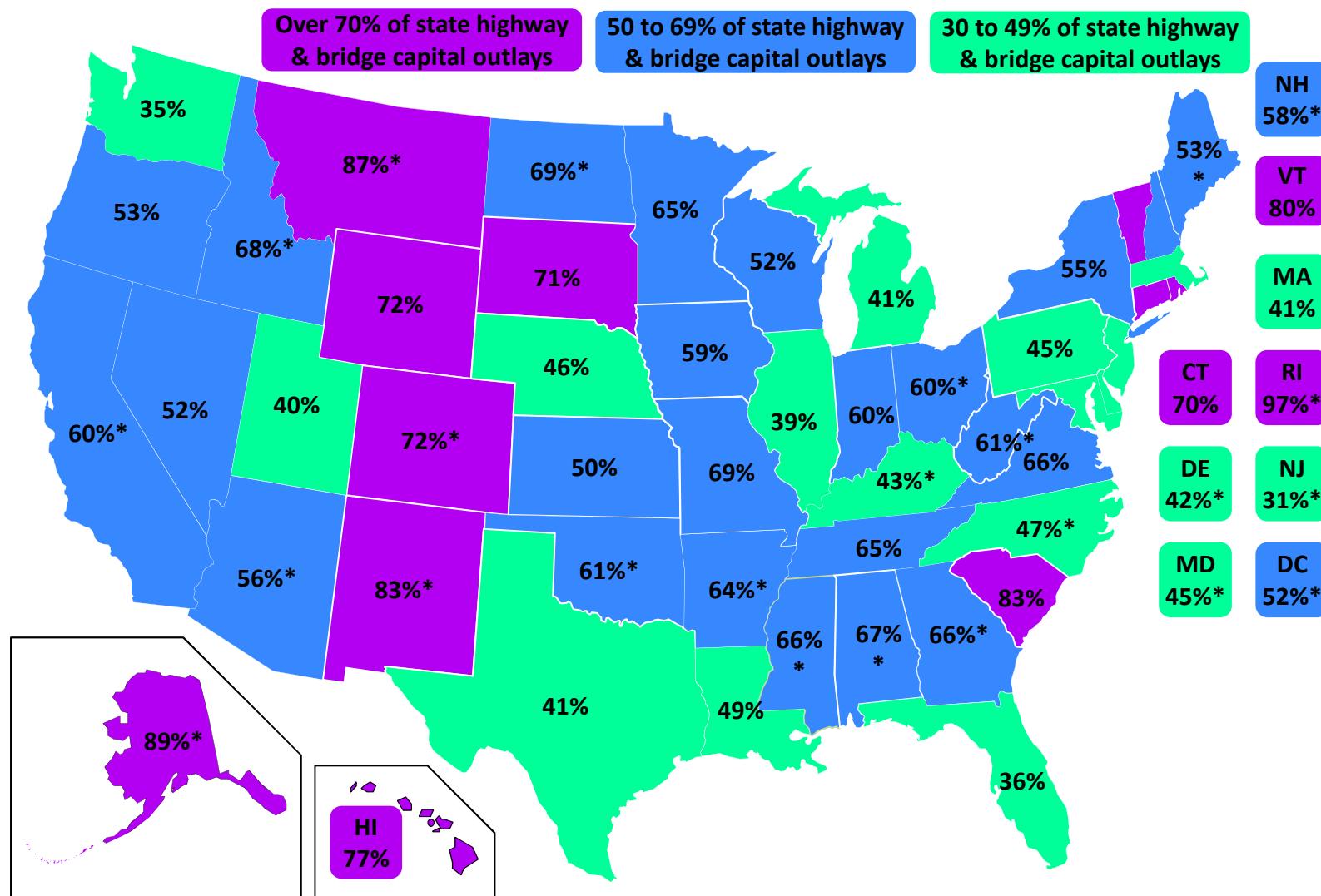
Transportation Structures-Most Valuable Government Asset



Continued Challenges

- Backlog of \$877 billion in highway/bridge projects alone
- Transit backlog of nearly \$78 billion
- Traffic congestion – costs \$960 per driver
- Bridge and highway conditions
- Value of freight shipments
 - \$14 trillion (2015) to \$27.1 trillion (2040)
 - 76% carried via truck

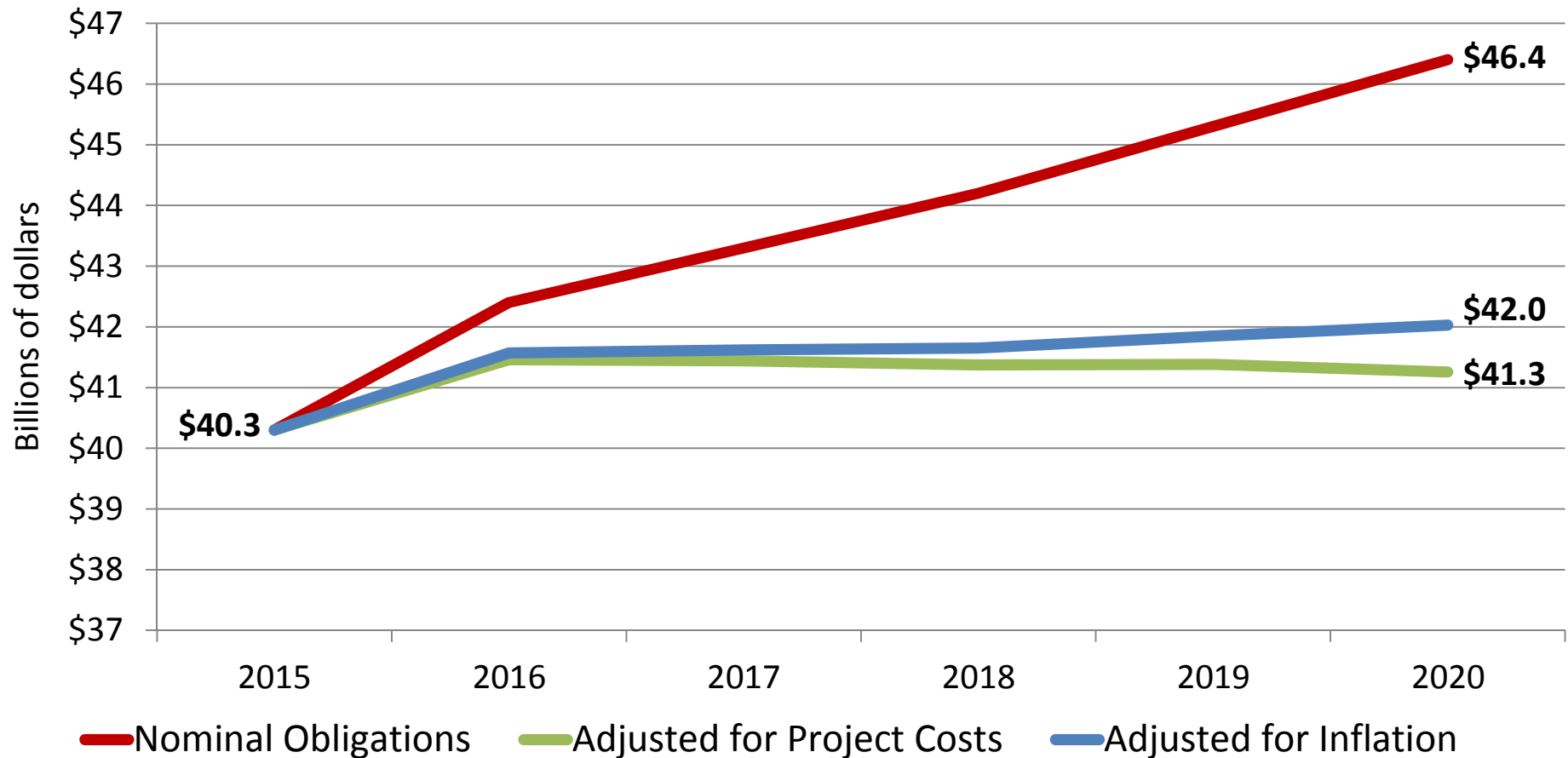
Federal funds, on average, provide 52% of annual State DOT capital outlays for highway & bridge projects



Source: ARTBA analysis of FHWA Highway Statistics data, total ten year average 2004-2013 from tables SF-1 and SF-2. The percent is the ratio of federal aid reimbursements to the state and total state capital outlays and is indicative of the importance of the federal aid program to state capital spending for highways and bridges. Does not include local capital spending. Federal highway reimbursements are primarily used for capital outlays, including construction, right of way and engineering, but are also used for debt service for GARVEE bonds.

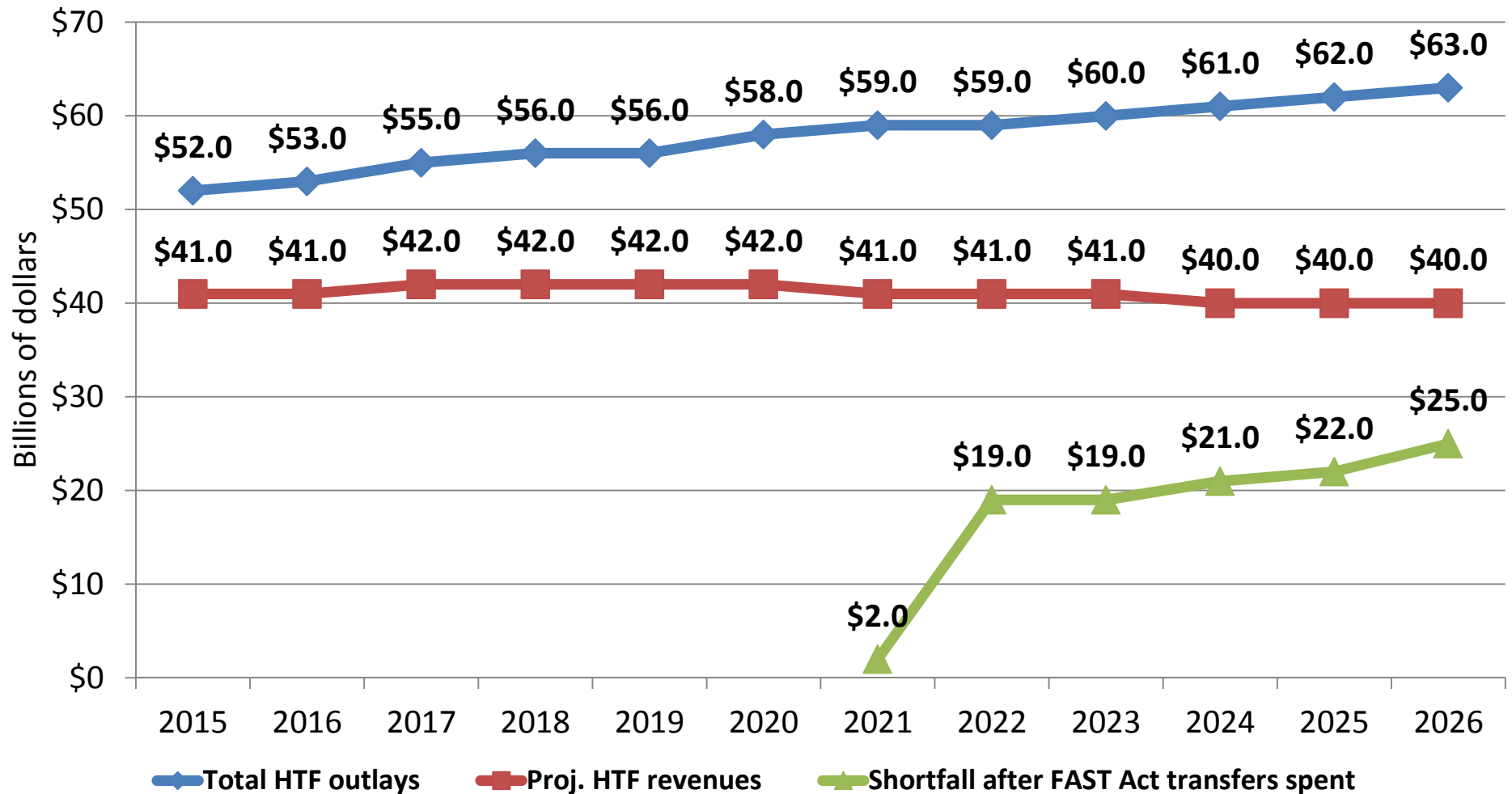
* States that have issued GARVEE bonds before 2013.

FAST Act Highway Investment Impact



Source: ARTBA analysis of FAST Act. Inflation forecast from CBO's August 2015 report "An Update to the Budget and Economic Outlook: 2015 to 2025."

The Highway Trust Fund Revenue Crisis Will Return



Source: Congressional Budget Office Highway Trust Fund baseline, January 2016

www.transportationcreatesjobs.org



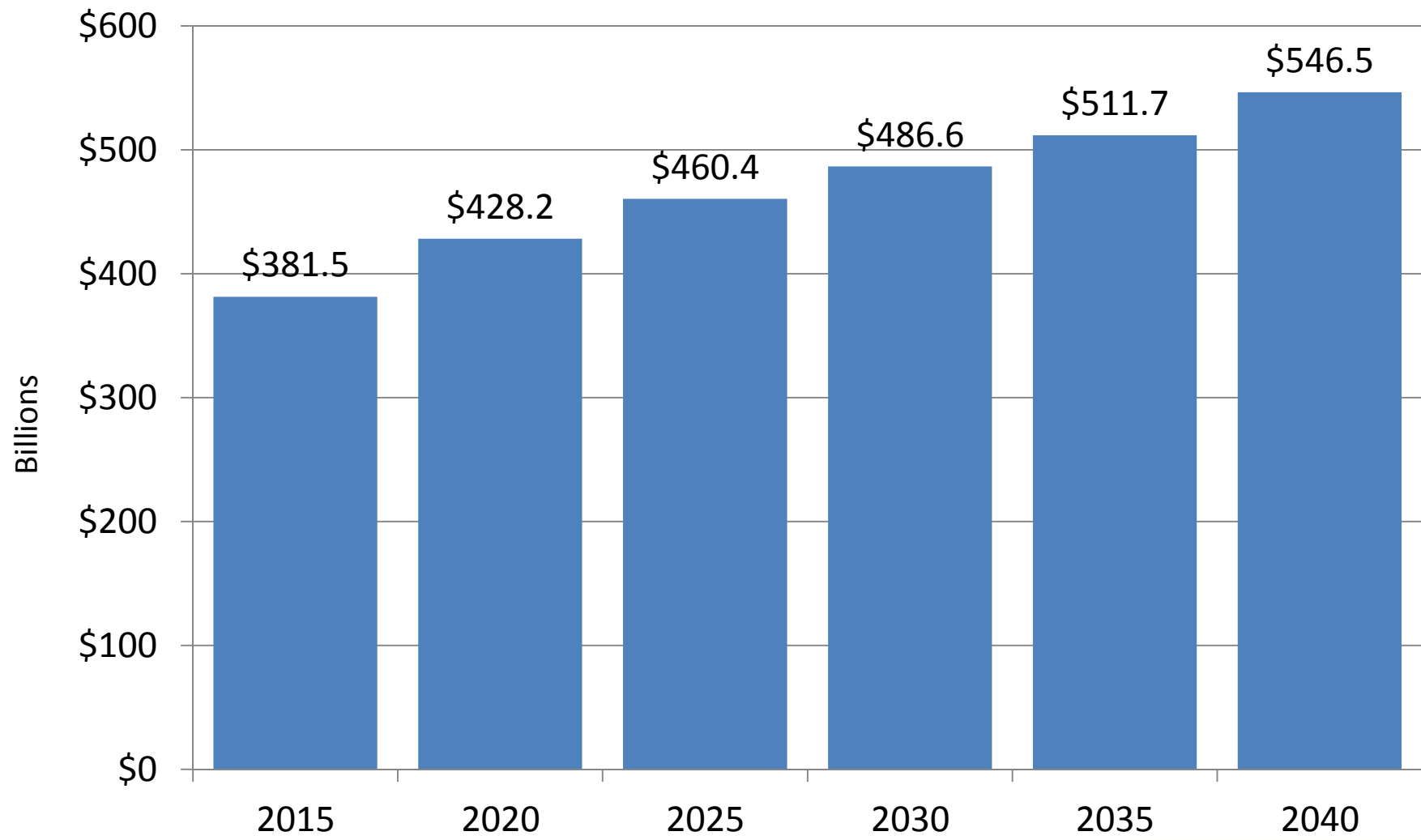
North Carolina Transportation Network Profile

Highways, Roads & Bridges	
Total Road Mileage	106,202
Rural Mileage	68,727
Urban Mileage	37,475
Number of Bridges	18,117
Airports	
Number of Airports	345
Transit & Rail	
Bus Route Miles	1,749
Transit Rail Route Miles	19
Number of Transit Agencies	40
Freight Railroad	
Railroad Miles	3,245
Number of Railroads	22
Ports & Waterways	
Miles of inland waterways	1,150
Total Shipments (1,000 tons)	11,028
Domestic Shipments	1,772
Foreign Shipments	7,871
Intrastate Shipments	1,385
Number of waterway facilities	434

Economic Benefits of Transportation Construction

- Supports 109,902 North Carolina jobs
- \$3.7 billion in wages
- Contributing \$673.6 million in tax revenue
- An additional 1,919,316 jobs in North Carolina in tourism, retail sales, agriculture and manufacturing are completely dependent on transportation infrastructure.

The Value of North Carolina Truck Freight Shipments



Source: U.S. Department of Transportation Freight Analysis Framework

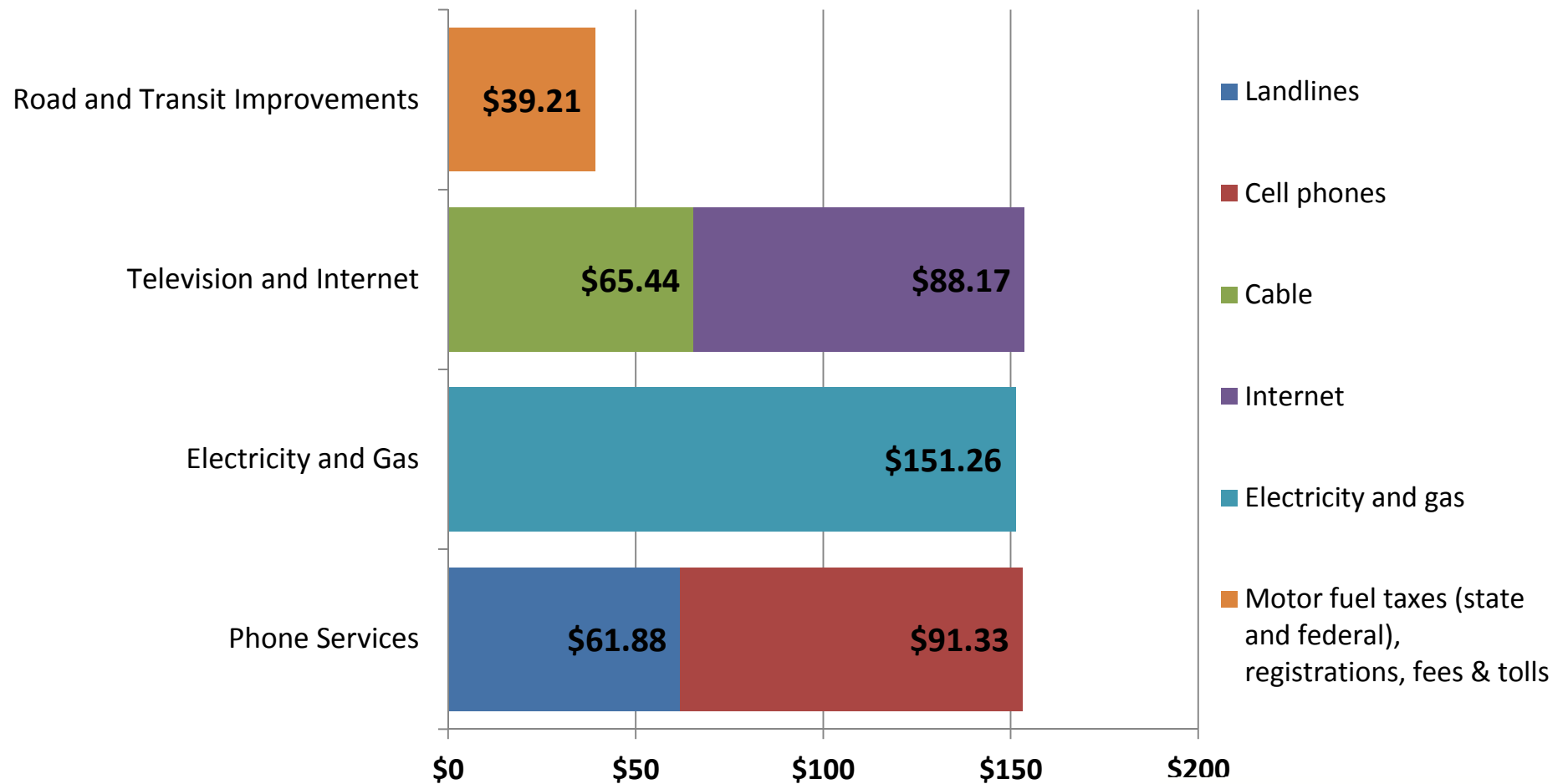
Annual Cost of Congestion in North Carolina

Urban Area	Annual Hours of Delay Per Commuter	Annual Cost of Congestion Per Commuter	Annual Gallons of Gasoline Wasted by Sitting in Traffic Per Commuter
Charlotte NC-SC	43	\$963	17
Myrtle Beach-Socastee SC-NC	30	\$754	16
Raleigh NC	34	\$734	13
Greensboro NC	32	\$703	14
Asheville NC	26	\$590	10
Durham NC	26	\$558	11
Wilmington NC	20	\$435	9
Hickory NC	19	\$427	8
Winston-Salem NC	19	\$415	7
Fayetteville NC	18	\$393	7
High Point NC	16	\$345	7
Gastonia NC-SC	15	\$339	7
Jacksonville NC	13	\$284	6
Concord NC	12	\$269	5
Greenville NC	11	\$255	5
Goldsboro NC	11	\$244	5
Rocky Mount NC	11	\$228	5
Danville VA-NC	9	\$202	4
Burlington NC	9	\$192	4

Source: Texas Transportation Institute 2015 Urban Mobility Scorecard

North Carolina Household Expenditures

AVERAGE MONTHLY HOUSEHOLD EXPENDITURES



Source: FHWA Highway Statistics, Bureau of Economic Analysis



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